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ICAPS

2450 E Street, Mi EXXXXXXXXXXXXXXXXXXXXXXXXX

12 SEP 1947

NOTED BY

Major General S. J. Chamberlin Director of Intelligence, WDGE Room 2E-800, The Pentagen Washington, D. C.

Dear General Chamberlins

Receipt is acknowledged of your letter of 4 September 1947 requesting reconsideration toward reestablishing the $^{8}A^{8}$ and $^{8}X^{8}$ wire services of FBIB for the Intelligence Division, War Department General Staff.

The "I" wire service was discentifued only after very careful study of the legal restrictions, both in the Federal Communications Act and in the International Communications Convention to which the United States is signatory, and after legal advice. In addition, the reaction of the United States press services to the "I" wire operation, which was presented to me personally, made it essential to discontinue this service.

The "A" wire service was discentimed only after a canvass of its users. All users except the Intelligence Division, WDGS, indicated that this service was not essential to their intelligence operations. For this reason it could no longer be considered an essential central service and its expense, approximately \$34,000 per year, was not warranted for service to only one agency.

CIG will endeavor to provide such central services to the IAB agencies as these agencies desire, to the utmost extent of our ability to do so. We must, however, under current circumstances, maintain legality of speration and also constant scrutiny of operational costs to insure all justifiable economy in the expenditure of government funds.

Sincerely,

R. H. HILLENKOETTER
Rear Admiral, USB
Director of Central Intelligence

6c: Chief, ICAPS (co. Asst. Dir 0/0 (co/bally 15c.)

9/12